

Objective and investment policy
MorningStarRating *****
Risk profile


Fixed international income fund that aims to increase yield at a medium and long term by means of a portfolio diversified by sector, rating and country. Semestral payment of dividends in class D.

General information

Inception date	07/01/2010
Type of fund	Fixed Income Euro
Base currency	EUR
Benchmark	European inflation at 1
NAV calculation	Daily
Purchasing fees	0,00%
Selling fees	0,50%
Annual management fees*	0,75%
Custodian (taxes included)	0,20%
Registration Number	0109
Investment Manager	BPA FONDS SAU
Custodian	BPA SA
Auditing Entity	DELOITTE SL
Cut-off time	1PM
Settlement date	D+3

* Indirect taxes not included (IGI 9,5%).

Technical information

Assets	189.438.638	EUR
NAV (Class-A)	148,78	EUR
NAV (Class-D)	141,14	EUR
Number of shares (Class-A)	939.942,54	
Number of shares (Class-D)	351.381,52	
Volatility of funds during the last 12 months*	2,47%	
Volatility of benchmark during the last 12 months*	0,03%	
Duration**	4,83	
Portfolio's average rating	BBB	
Portfolio's IRR	2,82%	
Tracking error	2,47%	

* Standard inter-annual deviation (last 12 months).

**The portfolio duration is calculated bearing in mind the average duration of the securities that make it up, gauged per years.

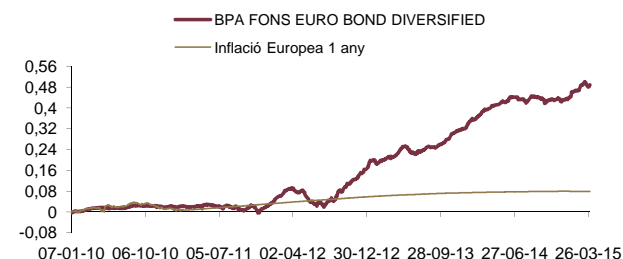
Management report

The US economy is staggering and Yellen is changing her speech by eliminating the word "patient". The aim is now based on the Fed's "reasonable trust" on the fact that inflation could go back to its objective. However, a rise in interest rates in June would not be impossible if prices and salaries increase significantly in the next two months. If the FED maintains these points and the communication remains unchanged, this would probably be sufficient to justify a rise in September (the 10yr would be at 1.96%). With these outlooks, we continue with long durations, above 5, and totally invested with preference towards credit.

In Europe the much expected QE is coming, after the alarm about deflation and the strong economic deceleration. The continuing drop in oil prices even pushed the ECB to take such a decision. The valuations in the European stock markets shot up and the risk premiums dropped down to minimum levels, thus placing the German IRR in negative figures.

The main investments

COMMUNITY OF MADRID SPAI 1.826 04/30/25	6,81%
CEDULAS TDA 6 FONDO ACTIVO	4,70%
VAR RABOBANK NEDERLAND 5.5 01/22/49	4,21%
VAR ELECTRICITE DE FRANCE 5.625 12/29/49	3,30%
VAR GROUPAMA SA 6.375 05/29/49	3,00%
BBVA GLOBAL FINANCE LTD. 7 12/01/25	2,80%
AXA SA 5.5 07/29/49	2,74%
ALLIANZ SE 5.5 11/28/49	2,61%
BUONI POLI BTSP 01/09/2046 3,25%	2,52%
VAR KONINKLIJKE KPN NV 6.125 03/29/49	2,25%

Comparative performance funds - benchmark


Performance	YTD	2014	2013	2012	2011	TAE
FUND	3,95%	8,29%	13,41%	13,84%	0,31%	7,89%
BENCHMARK	0,21%	0,62%	1,50%	2,65%	1,76%	1,46%

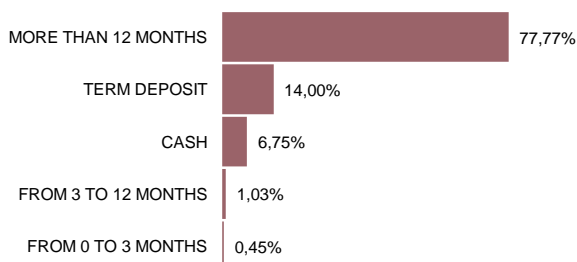
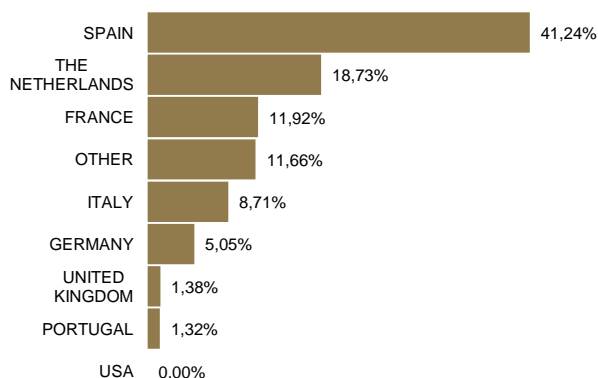
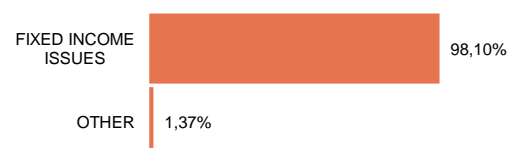
The performances expressed deduce the management and depositary commissions.

Semester payment of dividends on D class. This is fixed to Euribor 12 months + 100 basis points semester payment.

.At the end of the year, as well as the last dividend, an extra dividend shall be distributed, provided that the funds results.

It will be determinated on the basis of 75% of the total amount of coupons collected during the year minus the coupons already collected nad indexed to euribor.

Dividend yield	%	Euro
2012	0,80%	0,90 €
2013	2,39%	2,93 €
2014	2,27%	3,11 €

Distribution by maturity

Distribution by country

Distribution by concept


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